

DEBT SERVICE FUNDS

PENSION OBLIGATION BONDS FUND

THIS FUND RECEIVES PAYMENTS FROM THE COUNTY AND OTHER AGENCIES FOR PAYMENT OF PRINCIPAL AND INTEREST DUE ON 1994 TAXABLE PENSION OBLIGATION BONDS. THE DEBT ISSUE WAS USED TO SATISFY THE COUNTY'S REQUIREMENT TO AMORTIZE THE UNFUNDED ACTUARIAL ACCRUED LIABILITY WITH RESPECT TO RETIREMENT BENEFITS ACCRUING TO MEMBERS OF THE ASSOCIATION. THE OBLIGATION OF THE COUNTY TO MAKE PAYMENTS WITH RESPECT TO THE BONDS IS AN ABSOLUTE AND UNCONDITIONAL PRIORITY OBLIGATION OF THE COUNTY IMPOSED BY LAW AND PAYMENT OF PRINCIPAL AND INTEREST ON THE BONDS IS NOT LIMITED TO ANY SPECIAL SOURCE OF FUNDS.

NONPROFIT CORPORATION FUND

THIS FUND RECEIVES RENTAL PAYMENTS BASED ON LEASE PURCHASE AGREEMENTS FROM THE CAPITAL OUTLAY FUND AND THE GENERAL FUND FOR PAYMENT OF PRINCIPAL AND INTEREST DUE ON LEASEHOLD REVENUE BONDS/CERTIFICATES OF PARTICIPATION. THESE DEBT ISSUANCES ARE LEGAL OBLIGATIONS OF A NONPROFIT CORPORATION AND WERE ISSUED TO FINANCE THE PURCHASING OF NECESSARY EQUIPMENT AND THE ACQUISITION AND CONSTRUCTION OF PERMANENT BUILDINGS BY THE COUNTY. DEBT IS SECURED BY THE LEASE-PURCHASE PAYMENTS FROM THE COUNTY.

REDEVELOPMENT AGENCY FUND

THIS FUND RECEIVES PROCEEDS OF REDEVELOPMENT AREA INCREMENTAL TAXES AND INTEREST REVENUES BASED ON A TRUST AGREEMENT BETWEEN THE AGENCY AND A TRUSTEE BANK FOR PAYMENT OF PRINCIPAL AND INTEREST DUE ON REVENUE BONDS. PLEDGED INSTALLMENTS FROM THE COUNTY AIRPORT SYSTEM ARE DEPOSITED WITH A TRUSTEE AND ARE AVAILABLE IF TAXES AND INTEREST ARE INSUFFICIENT TO PAY DEBT SERVICE PAYMENTS. IN ADDITION TO THE PLEDGED AMOUNTS, A BOND RESERVE WAS FUNDED WITH BOND PROCEEDS.

**DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
June 30, 1999
With Comparative Figures for June 30, 1998
(In Thousands)**

STATEMENT 4

	PENSION OBLIGATION BONDS	NONPROFIT CORPORATION	REDEVELOPMENT AGENCY
ASSETS			
Equity in Pooled Cash and Investments	\$ 29	183	723
Cash with Fiscal Agent	61	26,932	299
Accounts Receivable		361	18
Due from other Funds	197	2	13
Advances to Other Funds		535	
Total Assets	\$ 287	28,013	1,053
LIABILITIES AND FUND BALANCES			
Liabilities:			
Due to Other Funds	\$		4
Advances from Other Funds			287
Total Liabilities			291
Fund Balances:			
Reserved for Debt Service	287	28,013	762
Total Liabilities and Fund Balances	\$ 287	28,013	1,053

(Cont)

FINANCIAL REPORT OF SAN DIEGO COUNTY

**DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
June 30, 1999
With Comparative Figures for June 30, 1998
(In Thousands)**

STATEMENT 4 (Cont)

	<u>TOTALS</u>	
	1999	1998
ASSETS		
Equity in Pooled Cash and Investments	\$ 935	6,984
Cash with Fiscal Agent	27,292	21,673
Accounts Receivable	379	249
Due from other Funds	212	28
Advances to Other Funds	535	561
Total Assets	\$ 29,353	29,495
LIABILITIES AND FUND BALANCES		
Liabilities:		
Due to Other Funds	\$ 4	83
Advances from Other Funds	287	287
Total Liabilities	291	370
Fund Balances:		
Reserved for Debt Service	29,062	29,125
Total Liabilities and Fund Balances	\$ 29,353 (Statement 1A)	29,495

DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
Year Ended June 30, 1999
With Comparative Figures for June 30, 1998
(In Thousands)

STATEMENT 4A

	PENSION OBLIGATION BONDS	NONPROFIT CORPORATION	REDEVELOPMENT AGENCY
Revenues:			
Taxes	\$		372
Revenue from Use of Money and Property	10	1,397	54
Aid from Other Governmental Agencies: Other	3,968	4,554	
Total Revenues	3,978	5,951	426
Expenditures:			
Debt Service	46,431	46,140	395
Excess of Revenues Over (Under) Expenditures	(42,453)	(40,189)	31
Other Financing Sources (Uses):			
Operating Transfers In	42,740	40,155	
Operating Transfers (Out)		(1,295)	
Long-Term Debt Proceeds		71,727	
Transfers to Escrow Agent		(70,779)	
Total Other Financing Sources (Uses)	42,740	39,808	
Excess of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	287	(381)	31
Fund Balances - Beginning of Year		28,394	731
Fund Balances - End of Year (Statement 4)	\$ 287	28,013	762

(Cont)

FINANCIAL REPORT OF SAN DIEGO COUNTY

DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
Year Ended June 30, 1999
With Comparative Figures for June 30, 1998
(In Thousands)

STATEMENT 4A (Cont)

	TOTALS	
	1999	1998
Revenues:		
Taxes	\$ 372	381
Revenue from Use of Money and Property	1,461	2,001
Aid from Other Governmental Agencies: Other	8,522	1,943
Total Revenues	10,355	4,325
Expenditures:		
Debt Service	92,966	83,901
Excess of Revenues Over (Under) Expenditures	(82,611)	(79,576)
Other Financing Sources (Uses):		
Operating Transfers In	82,895	78,067
Operating Transfers (Out)	(1,295)	(7,120)
Long-Term Debt Proceeds	71,727	76,062
Transfers to Escrow Agent	(70,779)	(68,791)
Total Other Financing Sources (Uses)	82,548	78,218
Excess of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	(63)	(1,358)
Fund Balances - Beginning of Year	29,125	30,483
Fund Balances - End of Year (Statement 4)	\$ 29,062	29,125

FINANCIAL REPORT OF SAN DIEGO COUNTY

DEBT SERVICE FUNDS
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES -
(BUDGET AND ACTUAL) NONGAAP BUDGETARY BASIS
Year Ended June 30, 1999
(In Thousands)

STATEMENT 4B

	PENSION OBLIGATION BONDS		REDEVELOPMENT AGENCY	
	Actual on Budgetary Basis	Budget	Actual on Budgetary Basis	Budget
Revenues:				
Taxes	\$		372	324
Revenue from Use of Money and Property	10	50	41	22
Aid from Other Governmental Agencies - Other	3,968	3,958		
Total Revenues	3,978	4,008	413	346
Expenditures:				
Debt Service	46,431	46,454	395	399
Excess of Revenues Over (Under) Expenditures	(42,453)	(42,446)	18	(53)
Other Financing Sources (Uses):				
Operating Transfers In	42,740	42,420		
Excess of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ 287	(26)	18	(53)

(Cont)

FINANCIAL REPORT OF SAN DIEGO COUNTY

DEBT SERVICE FUNDS
COMBINING SCHEDULE OF REVENUES AND EXPENDITURES -
(BUDGET AND ACTUAL) NONGAAP BUDGETARY BASIS
Year Ended June 30, 1999
(In Thousands)

STATEMENT 4B (Cont)

	TOTALS		
	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
Revenues:			
Taxes	\$ 372	324	48
Revenue from Use of Money and Property	51	72	(21)
Aid from Other Governmental Agencies - Other	3,968	3,958	10
Total Revenues	4,391	4,354	37
Expenditures:			
Debt Service	46,826	46,853	27
Excess of Revenues Over (Under) Expenditures	(42,435)	(42,499)	64
Other Financing Sources (Uses):			
Operating Transfers In	42,740	42,420	320
Excess of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ 305	(79)	384

FINANCIAL REPORT OF SAN DIEGO COUNTY

PENSION OBLIGATION BONDS FUND
SCHEDULE OF REVENUES AND EXPENDITURES -
(BUDGET AND ACTUAL) NONGAAP BUDGETARY BASIS
Year Ended June 30, 1999
(In Thousands)

STATEMENT 4C

	Actual	Adjustment To Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
Revenues:					
Revenue from Use of Money and Property	\$ 10		10	50	(40)
Aid from Other Governmental Agencies - Other	3,968		3,968	3,958	10
Total Revenues	3,978		3,978	4,008	(30)
Expenditures:					
Debt Service:					
Principal	22,255		22,255	22,255	
Bond Interest Matured	24,172		24,172	24,172	
Other Charges	4		4	27	23
Total Expenditures	46,431		46,431	46,454	23
Excess of Revenues Over (Under) Expenditures	(42,453)		(42,453)	(42,446)	(7)
Other Financing Sources (Uses):					
Operating Transfers In	42,740		42,740	42,420	320
Excess of Revenues Over (Under) Expenditures and Other Financing Sources (Uses)	\$ 287		287	(26)	313

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REDEVELOPMENT AGENCY
SCHEDULE OF REVENUES AND EXPENDITURES -
(BUDGET AND ACTUAL) NONGAAP BUDGETARY BASIS
Year Ended June 30, 1999
(In Thousands)

STATEMENT 4C (Cont)

	Actual	Adjustment To Budgetary Basis	Actual on Budgetary Basis	Budget	Variance Favorable (Unfavorable)
Revenues:					
Taxes	\$ 372		372	324	48
Revenue from Use of Money and Property	54	(13)	41	22	19
Total Revenues	426	(13)	413	346	67
Expenditures:					
Debt Service:					
Principal	75		75	75	
Bond Interest Matured	320		320	320	
Other				4	4
Total Expenditures	395		395	399	4
Excess of Revenues Over (Under) Expenditures	\$ 31	(13)	18	(53)	71